- whether he wanted to pursue or thought it was a good idea
- 2 for Crystal Radio Group to pursue WRBR?
- A A couple of days later he brought those back and
- 4 threw them at me on my desk. He said he looked those over
- 5 and that looked like a dog.
- 6 Q When did you next have any contact with anyone
- 7 regarding your potential purchase of WRBR?
- 8 A It was in late July of '93.
- 9 0 Who was that contact with?
- 10 A John Dille. I received a phone call one day from
- 11 John Dille.
- 12 Q You said you received a phone call. I assume you
- 13 had known Mr. Dille before this contact?
- 14 A I know who John Dille was and I did -- when I saw
- John, I was able to carry on a conversation with him. We
- weren't friends but I did know John, yes.
- 17 Q At this time, I think you said the summer of '93,
- 18 approximately how long had you known each other?
- 19 A Well, John had been involved with -- because he
- 20 was an owner of some Michigan radio stations, he had been
- 21 involved with the Michigan Broadcasters Association and he
- 22 used to attend many of the functions, the conventions and
- conferences that we had, so I got to know John through that,
- 24 that way, and we would -- when we would see each other, we
- 25 would always have a conversation of some sort. It was just

- 1 general light conversation about radio.
- John also -- back in the years, and I can't even
- 3 tell you what years it were, but Michigan and Indiana were a
- 4 combined state for membership for representation as a board
- 5 seat for the National Association of Broadcasters. And John
- 6 was a candidate at one time for a board seat, and he had
- 7 called me because of our knowledge of each other, I guess,
- 8 and I'm sure he was calling everyone. He had his political
- 9 hat on and he was soliciting votes for a seat on the board
- of directors for the National Association of Broadcasters.
- 11 And, again, that was when Indiana and Michigan were one
- 12 district.
- 13 Q It sounds like he was calling you because at that
- time you would vote along with Indiana to send a
- 15 representative to the board.
- A And he was calling for my help, support, you know,
- 17 obviously to vote.
- 18 Q Did you end up supporting him?
- 19 A No, I did not.
- 20 (Laughter.)
- 21 Q Again, at the time of this contact with Mr. Dille
- in the summer of '93, what did you know about him? What did
- you know about him and his family?
- 24 A Well, John was -- John had a lot of respect from a
- lot of people, and I've never heard anyone speak a bad word

- about the Dille family or John himself. He's a very
- 2 respected, very well known broadcaster, very prominent in
- 3 the industry, very prominent in his community, so I put him
- in very high regard. He was always somebody that, even
- 5 though you didn't know him well, you could talk to him and
- 6 feel like he was a good friend.
- 7 Q Were you aware if he had any other business
- 8 interests other than the radio stations?
- 9 A At that time I really didn't know too much about
- 10 his background. I guess I did understand that he had a
- local, or was connected with a local newspaper in Indiana.
- 12 Q Now, at the time, I guess, focusing on the time
- that you were having this conversation with him, this call
- 14 from him in December of '93, I'm going to ask you some
- 15 questions about the nature of your --
- 16 A That was in July.
- 17 Q July of '93.
- 18 A Of '93.
- 19 Q Some questions about the nature of your
- 20 relationship with Mr. Dille.
- 21 At that point did you socialize with Mr. Dille?
- 22 A No.
- 23 Q Had he ever been over to your house for dinner at
- 24 that point?
- 25 A No.

- 1 Q Had you ever been to his house?
- 2 A Never been to his house, no.
- 3 Q Had you exchanged regular telephone calls with
- 4 him?
- 5 A No.
- 6 Q How about letters or cards?
- 7 A No letters or cards other than maybe a
- 8 solicitation for a vote, no.
- 9 Q Were you aware of whether he had done any favors
- 10 for you before this time?
- 11 A Not that I was aware of, no.
- 12 Q Had you done him any, beside the possibility of
- 13 not voting for him --
- 14 A No.
- 15 0 -- for the NAB board?
- 16 A I'm sure I didn't.
- 17 Q Now, you mentioned that this meeting was in July
- 18 of 1993; is that correct?
- 19 JUDGE CHACHKIN: Those phone calls you mean?
- MR. HALL: I'm sorry. You're right. A phone
- 21 call. Thank you, Your Honor.
- 22 BY MR. HALL:
- 23 Q Did this phone call with Mr. Dille lead to a
- 24 meeting?
- 25 A I recall that John called me and said that he

- 1 understood at one time I had some interest in WRBR. I asked
- 2 him how he knew that, and he said he had talked to Mr.
- Ritter, Bob Ritter, and he told him that Bob had talked to
- 4 me about WRBR Radio. And I said, "Well, John, I guess I had
- 5 at one time, and I received some information about the
- 6 station."
- 7 He informed me that he -- he would like to buy
- 8 that and he said that he was working with John Booth at that
- 9 time with a joint sales agreement, and that's the first
- 10 knowledge. That was not divulged in the information I had
- 11 received from Rob Ritter, anything about this joint sales
- 12 agreement. And he said he was going to be in Grand Rapids,
- 13 I think, going to Grand Rapids that day or something and
- wanted to know if I was available that afternoon and maybe
- 15 we could get together and have a coke or whatever and talk.
- And I said I thought it -- yeah, sure, I thought,
- 17 well, I'd stop and have a coke with John Dille. That would
- 18 be, that would be fine. So that's how that conversation
- 19 went.
- 20 Q So you ended up meeting with Mr. Dille that same
- 21 day?
- 22 A Whether the phone call came that day or whether it
- 23 came the day before, It might have came that day. I met
- 24 with John late afternoon on the date of the 28th, yes.
- Q What did you and Mr. Dille talk about during

- this -- I'm sorry. You said the meeting was on the 28th; is
- 2 that correct?
- 3 A Late July.
- 4 Q I don't want to play hide the ball with you. Are
- 5 there documents that will help you pinpoint with more
- 6 certainty what date it was?
- 7 A Well, I found an appointment calendar that I had
- 8 written "John Dille, 5:15" on a certain date, and if that's
- 9 it, that's fine.
- 10 Q I think it's -- It's one of the documents. Why
- 11 don't we take a look at it in the Pathfinder's volume. I
- think that's one of the volume up there near you.
- MR. HALL: It's Exhibit 10, Your Honor, in the
- 14 Pathfinder volume.
  - MR. SHOOK: I think we may have a duplicate
  - 16 document in our Mass Media exhibits.
  - 17 JUDGE CHACHKIN: Well, whatever.
  - 18 BY MR. HALL:
  - 19 Q Do you see that document, Mr. Hicks?
  - 20 A Yes.
  - 21 Q And looking at the first page of that exhibit, can
  - you identify that page?
  - 23 A Well, that's a page out of an appointment
  - 24 calendar, July 26 through the 1st of August.
  - Q And does this document help you pinpoint when the

1 n	neeting	with	Mr.	Dille	occurred?
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- A Well, in my writing it shows "John Dille, 5:15."
- 3 O On what date?
- 4 A On the 28th.
- 5 Q Now, what did you and Mr. Dille discuss during the
- first face-to-face meeting with him about WRBR?
- 7 A I recall at that -- I met John at the Holiday Inn
- 8 outside Kalamazoo, and we exchanged pleasantries and talked
- 9 a little bit about, you know, radio and all, and I asked
- 10 him, I was surprised to learn that he had any involvement at
- all in WRBR, and he said, well, he looked at that radio
- 12 station for some time, and the station was not really doing
- that well, nor was the station that he had doing very, very
- 14 well. And we kind of talked about those things, what needed
- to be done, and talked about some new things that were on
- the horizon as far as operation goes.
- 17 And then he mentioned this joint operating
- 18 agreement that he had with John Booth.
- 19 Q Is that the same as the joint sales agreement?
- 20 A Excuse me. Joint sales agreement.
- 21 And he started to explain that, and I was very
- 22 curious because I had known about local marketing
- 23 agreements, LMAs at that time, but I really was not up to
- 24 speed about anything else that had come about, joint
- operating agreements or joint sales agreements or -- you

- 1 know, and we had just gotten in to the dualopolies. So
- things were really changing quite fast in our business.
- 3 This was kind of new to me and I was very curious
- 4 about it. And he tried to explain it, but he thought that
- 5 he could maybe do a better job if he had some diagrams and
- 6 things like that. So it was just one of these that he was
- 7 doing this and he thought that there was a lot of
- 8 possibilities for two radio stations that weren't doing very
- 9 well up against some big operators in the community, and
- 10 this is really a survival method to save small radio, and he
- was very concerned that he couldn't buy that radio station
- and someone else might come along that might not want to
- 13 continue that joint operating agreement that he really
- 14 believed in, and he wanted to see and make that work.
- So I mean, he was a cheerleader for the joint
- 16 sales agreement, if I recall, at that time. And again, I
- 17 didn't know anything about it so I was just kind of a
- 18 listener.
- 19 O You mentioned that he had --
- JUDGE CHACHKIN: Well, wait a minute.
- 21 MR. HALL: I'm sorry.
- JUDGE CHACHKIN: I don't think --
- 23 MR. HALL: I didn't mean to interrupt you.
- 24 BY MR. HALL:
- Q Did you finish your answer, Mr. Hicks?

- 1 A Yes.
- Q I'm sorry.
- JUDGE CHACHKIN: You're still discussing what took
- 4 place during that conversation.
- 5 THE WITNESS: Okay. So it really kind of
- 6 involved, you know, his involvement there and the fact that
- 7 he would have liked to have bought that radio station, and
- 8 evidently found out he could not do that because of his
- 9 ownership in the newspapers and the cross-ownership rules
- 10 and that sort of thing.
- 11 So as I say, I was a listener, and I did say I was
- interested in the joint -- seeing how that joint sales
- 13 agreement worked.
- 14 BY MR. HALL:
  - 15 Q Did the two of you discuss at all at this meeting
- 16 precisely what he had in mind what your involvement would be
- in the entity that would purchase WRBR?
- 18 A If it was, it was very sketchy. If I was
- interested, maybe in the past, maybe some of the things that
- 20 he had talked to John Booth about in regard to the terms of
- 21 this, and maybe a different price than what I knew or was
- 22 offered or given, would that renew my interest possibly in
- 23 this.
- Q He mentioned things that he had discussed with Mr.
- 25 Booth in the past. What sorts of things were they?

1	A	Well,	he	asked	me,	you	know	, I	think	I	said	I
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- 2 thought that was about a million dollars, and I think they
- 3 wanted cash, and I thought that -- up till that point --
- till then I was even aware that this joint sales agreement
- 5 was there, and I thought I was looking at a stand-alone
- operation, and I said, you know, this isn't going to work.
- 7 I mean, there's just now way.
- And he said he had negotiated better terms with
- 9 Mr. Booth. And I'm not really sure he was willing to
- 10 divulge them entirely to me at the time, but he began to say
- 11 that they were going to be better than what -- what I had --
- 12 what I had thought.
- 13 Q Did you discuss at this meeting any possibility of
- doing additional cost saving measures above and beyond what
- had been done in the joint sales agreement?
- 16 A No, I don't think that at that meeting there was
- 17 any discussion of that at all.
- 18 Q Did you discuss at this meeting what -- how the
- 19 entity that would hold the license would look like, who
- 20 would be the participants in it, that sort of thing?
- 21 A No, because I really had not indicated any
- 22 interest other than I -- I was just a listener at that
- 23 point.
- 24 Q How did the -- how were things left at the
- 25 conclusion of this meeting?

1	A	He said he'd like to work on that joint sales
2	agreement	because I think he knew I was really interested in
3	that, and	he would put together some documents and show me

- 4 how that worked, and is there enough interest, you know,
- another meeting, and i said, "Well, sure, I'd be happy to
- 6 have another meeting with you, and we can do that. Sure."
- 7 We kind of -- we kind of left it at that.
- 8 Q Had you reviewed any documents concerning the
- 9 station other than what Mr. Ritter had sent to you?
- 10 A No.
- 11 Q Had you reviewed any of the deal documents, if you
- will, that Mr. Dille might have negotiated with Mr. Booth
- 13 concerning the sales information?
- 14 A No.
  - 15 Q At this point at the conclusion of the July 28th
  - meeting, had you agreed to do a deal with Mr. Dille and
  - members of his family to buy WRBR?
  - 18 A Oh, no.
  - 19 Q Had you agreed to anything at this point other
  - 20 than to have another meeting?
  - 21 A The only -- I just said sure, I'd be happy to
  - 22 have, you know, another meeting with him, and that was kind
  - 23 of it.
  - 24 Q When was the next time you had a face-to-face
  - 25 meeting with Mr. Dille concerning the subject of WRBR?

- 1 A It might have been early September.
- Q Do you think your Day-Timer would help you --
- 3 A I think it would.
- 4 0 -- remember?
- 5 MR. HALL: It's Pathfinder Exhibit 10, again, Your
- 6 Honor.
- 7 BY MR. HALL:
- 8 Q And I believe page 2 of this exhibit.
- 9 Have you located page 2 of Exhibit Pathfinder 10?
- 10 A I have.
- 11 Q Can you identify that page for us?
- 12 A That's another page from an appointment calendar
- 13 from August 30th through September 5th.
- 14 Q Is this your handwriting on the document?
  - 15 A Yes.
- 16 Q There is an entry under September 2nd. Can you
- 17 read for us what that entry says? Not the part about the
- 18 hair cut.
- 19 A It says, "School Craft."
- 20 Q What did that mean to you?
- 21 A School Craft is a small suburb south of Kalamazoo,
- 22 between Elkhart and Kalamazoo on the south side.
- 23 0 What's --
- 24 A U.S. 31, it looks like.
- 25 Q Is that a highway in there?

- 1 A Yes. Eight o'clock, 8 a.m., it looks like. Then
- 2 it says "Bells," and I'm not sure what that means underneath
- it, and then below that it looks like "West side out of
- 4 McDonald's. I wasn't -- I had never been to Bells, so I
- 5 think that was directions for me on how to get to Bells
- 6 Diner.
- 7 Q That's what I was going to ask you. Bells is a
- 8 diner?
- 9 A A diner.
- 10 Q Okay. And does this help you remember when you
- 11 had your next face-to-face meeting with Mr. Dille?
- 12 A This -- this, to my knowledge, was our next face-
- 13 to-face meeting.
- 14 O How did this meeting get set up?
  - 15 A I think we had -- we had a telephone conversation
  - 16 to set this up.
  - 17 Q About how far in advance of the meeting, if you
  - 18 can recall, did you have that phone call?
  - 19 A Oh, I don't know. It might have been a couple of
  - 20 days before, a week. I'm not sure.
  - 21 Q There is a reference on that same page of the
  - 22 exhibit on August 31st. Can you read what that word says
  - 23 there?
  - 24 A "Closing."
- 25 Q Is that referring to the Crystal Radio Group

- 1 closing?
- 2 A Yes.
- Now, between the time of July 28th, your first
- 4 meeting, and the time that you had your second meeting on
- 5 September 2nd, do you recall whether you and Mr. Dille had
- any telephone calls regarding substantive matters, apart
- 7 from scheduling matters, regarding the WRBR deal?
- 8 A I don't recall hearing from Mr. Dille -- I don't
- 9 recall hearing from Mr. Dille from the August 28th meeting
- 10 until we set this meeting here.
- 11 Q You said August 28th. You meant the July 28th
- 12 meeting?
- 13 A Excuse me. The July 28th meeting.
- 14 Q Do you remember receiving anything in the mail
- 15 from Mr. Dille concerning WRBR?
- 16 A No.
- 17 Q Did you send anything yourself to Mr. Dille about
- 18 RBR, your interest in the station?
- 19 A No.
- 20 Q During this period from July 28th through
- 21 September 2nd, did you have any discussions with Mr. Booth
- 22 or Mr. Ritter or anyone else representing Mr. Booth's
- 23 interests concerning WRBR?
- 24 A No.
- Q Did you have a discussion with anyone other than

- 1 MR. Dille representing the interests of Mr. Dille or his
- family concerning WRBR?
- 3 A No.
- What do you remember about this second meeting,
- 5 the one in the diner in School Craft?
- A Well, I do remember this because he did provide
- 7 what he said he was going to provide, and that was a sketch
- 8 of the joint sales agreement.
- 9 Q A sketch of the joint sales agreement?
- 10 A A sketch of how it worked with the two entities,
- 11 WLTA at that time, and WRBR working as separate entities
- into a single entity called Radio One, which I think we've
- 13 gone through.
- 14 Q Yes, I think we have.
- 15 Can you turn to Exhibit 67 in the Pathfinder
- volumes, in the volume you've got opened already?
- Do you have that document, sir?
- 18 A Yes.
- 19 Q Will you identify the document for us?
- 20 A This is a copy of the document that was presented
- 21 to me, his sketch on how the joint sales agreement venture
- 22 worked.
- 23 Q And again, as you noted, we have been through a
- hearing already in great detail on how the JSA works. I'm
- not going to ask you to run through it again. But if you

- can just briefly describe for me what you understood the two
- 2 parts, the two halves of this document to show, and I'm sort
- of separating them. The top half ending where the numbers
- 4 begin, the 12,025, the 54 numbers half way down the page.
- 5 What is that top half of the document? What did
- 6 that mean to you when Mr. Dille showed that to you? What
- 7 was he trying to accomplish by showing that to you?
- 8 A Well, he was showing on how the Radio One venture
- 9 is a sales arm work, and how the revenues were obtained and
- the expenses out of those revenues and how it filtered down
- to a formula which was based on Arbitron ratings.
- 12 Q Is that what the bottom half of the page --
- 13 A Right.
- 14 Q -- signifies?
- A And then how it filtered out to the entity A and
- 16 the entity B.
- 17 MR. HALL: Your Honor, at this time we'd like to
- 18 move Exhibit 67 into evidence.
- 19 JUDGE CHACHKIN: Any objection?
- MR. SHOOK: No objection.
- 21 JUDGE CHACHKIN: Pathfinder Exhibit 67 is
- 22 received.
- 23 //
- 24 //
- ^ 25 //

	1	(The document referred to,
	2	having been previously marked
	3	for identification as
	4	Pathfinder Exhibit No. 67, was
	5	received into evidence.)
	6	MR. HALL: I guess, for housekeeping purposes,
	7	Your Honor, I'd like to move the first two pages of
	8	Pathfinder 10 in as well.
	9	JUDGE CHACHKIN: Any objection?
	10	MR. SHOOK: No objection.
	11	JUDGE CHACHKIN: Pathfinder Exhibit 10, the first
	12	two pages are received.
	13	(The document referred to was
	14	marked for identification as
	<b>1</b> 5	Pathfinder Exhibit No. 10,
	16	pages 1 and 2 were received
	17	into evidence.)
	18	BY MR. HALL:
	19	Q Apart from providing you with this sketch and
	20	discussing you in more detail how the joint sales agreement
	21	worked, what else do you recall discussing with Mr. Dille at
	22	this meeting?
	23	A Well, I spent a great deal of time, if I remember,
	24	questioning him about this. And as I said, this is still
** **	25	very, very new to me. I did right off the top remember
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- asking him if this is common and permissible by the
- 2 Commission's rules, and he said that he went through the
- 3 same process in his mind and checked it out with his
- 4 Washington attorneys, and I believe that he even told me at
- 5 that time because it was in operation with Booth, that the
- 6 Booth legal counsel, Washington counsel had blessed this
- 7 concept.
- And again, I said, "Gee, this is interesting. You
- 9 know, we are getting some changes in the industry. This is
- 10 great."
- 11 We went from there in the conversation to other
- things that could be done in a consolidation effort of,
- 13 again, two very small radio stations up against some real
- 14 giants in the market. And we talked about a whole series of
- things like how do we combine or is it possible to combine
- 16 staffs; is it possible to combine facilities, management
- 17 people. You know, how far can we go with this? And I'm
- 18 asking these questions and John is a step ahead of me
- 19 because he had already explored a lot of these things and
- 20 said that he was thinking the same thing. And if hew was
- able to have done a deal with Booth, that those are the type
- 22 of things that they were looking at. So I was getting an
- 23 education.
- 24 O Had he mentioned to you whether he had previously
- 25 proposed to Mr. Booth some of these additional cost saving

- 1 measures he was discussing with you?
- 2 A Yes.
- JUDGE CHACHKIN: Do you want to take a five-minute
- 4 break?
- 5 MR. HALL: Yes, exactly. I'm losing track of the
- 6 clock as well.
- JUDGE CHACHKIN: We'll take a five-minute break.
- 8 MR. HALL: Thank you, Your Honor.
- 9 (Whereupon, a recess was taken.)
- 10 JUDGE CHACHKIN: On the record.
- 11 BY MR. HALL:
- 12 Q Mr. Hicks, I believe before the break I had asked
- you whether Mr. Dille told you during this meeting whether
- 14 he had proposed to Mr. Booth some of the same cost saving
- 15 features in addition to the JSA that he was talking about
- 16 with you.
- 17 A I believe in the discussion he had mentioned -- he
- had mentioned that; that that was his plan, to eventually
- 19 implement some of these cost saving items. I mean, it was
- 20 almost, you know, was evident that that was a way of
- 21 survival.
- Q Did he discuss with you of Mr. Booth's response to
- 23 what he had proposed?
- 24 A I don't recall.
- 25 Q I think you mentioned that at the first meeting

- 1 you had had with Mr. Dille he had sort of been hesitant to
- 2 disclose the precise terms that he had negotiated with Mr.
- 3 Booth.
- 4 Did you learn more about those terms at this
- 5 meeting?
- 6 A Yes, I did.
- 7 Q And what do you recall Mr. Dille telling you about
- 8 that?
- 9 A John told me that he was -- he thought he had
- negotiated a very, a very fair deal with John Booth, a
- 11 \$660,000 price on the radio station, and, again, I was very
- 12 surprised because I had recalled we were up very close to a
- million dollars. And he said that it would be with him
- 14 total seller financed, and I -- that sparked my interest. I
- 15 thought that was -- and then he said, you know, there were
- 16 some terms down the line, and he was a little sketchy at
- that time, a little hesitant, or I don't think he remembered
- 18 all of the details of the terms, but he said it was a period
- 19 of time there that there will be no payments; that it would
- 20 give time for this JSA to hopefully become effective and to
- 21 begin to generate the cash needed and take care of what was
- needed as far as the payoff. I think he did mention that it
- 23 was six months before the first payment was due.
- Q Do you recall at this point at this meeting
- 25 whether or not the issue of how the entity that would own

- 1 the license would be structured and who would be
- 2 participating in it?
- A No. Like I said, there were a lot of topics
- 4 discussed. He -- I think he was still seeking some
- 5 indication from me that I had interest in this. And I told
- 6 him somewhere in the conversation that I thought this was
- 7 very interesting, and that probably -- probably if we were
- 8 going to discuss this further, that I would suggest that I
- 9 involve my legal counsel, Rick Brown, who really has done
- 10 all of my radio deals in the past, knows much more about
- 11 putting them together than I do, and I used him as a
- 12 counselor, and I thought, well, you know, this may be the
- 13 next step.
- So somewhere I injected that in the conversation,
- and then I think we stated talking. I think he felt more
- 16 freely then to talk to me about the deal because he
- 17 realized, I think, at that point that at least we were going
- 18 to maybe to a third step.
- 19 O Did Mr. Dille raise with you his desire to see his
- 20 children participate in the venture that might end up
- 21 purchasing WRBR?
- 22 A Yes, he did. He mentioned at that time that he --
- 23 that he would like to see his children involved for an
- investment type purpose, and not -- and he did say not in
- 25 the majority ownership, but he thought that if they could

- 1 have an investment, that this would be a nice thing for his
- 2 children.
- 3 Q Did he indicate to you in any way whether at this
- 4 point that was a deal breaker or something that he had to
- 5 have?
- 6 A No, and I don't think it was. I think I indicated
- 7 to him that I didn't really see a problem with that. I
- 8 don't know that I totally agreed, but I said I just -- I
- 9 don't see maybe a problem with that.
- 10 Q Was the possibility of if his kids did in fact
- 11 participate giving them an option to buy out the majority
- shareholder's interest at some point, was that discussed or
- raised at this meeting?
- 14 A I'm not sure if at this meeting it was raised. It
- 15 could have been in that long list of wishes that, you know,
- 16 eventually maybe they would like to own the radio station,
- 17 but it was not -- it was never a long discussion. It was a
- 18 comment along with a lot of other things that we were -- we
- 19 were talking about.
- 20 Q Well, in your mind by the end of this September
- 21 meeting, did you have an agreement with Mr. Dille that his
- 22 children would participate and would have an option to buy
- 23 out your shares if you were the majority owner?
- 24 A No, I had no --
- MR. SHOOK: Objection. Compound question. Would

- 1 you please break it up?
- 2 MR. HALL: Good point. Thank you, Mr. Shook.
- 3 BY MR. HALL:
- 4 Q At that point in time, at the close of the
- 5 September 2nd meeting, let's just focus on the option issue,
- 6 did you have any agreement with Mr. Dille that his children
- 7 would have an option to purchase the majority, if you are
- 8 the majority, shareholder's interest in the entity that
- 9 would purchase WRBR?
- 10 A I had no agreements with Mr. Dille at that time
- 11 about anything, no.
- 12 Q Did you have an agreement to actually do the deal
- 13 and acquire WRBR at that time?
- 14 A No.
- 15 O Did the issue of whether Mr. Booth knew about your
- interest arise at that September 2nd meeting?
- 17 A Yes, it did.
- 18 Q And how did that arise?
- 19 A John again was very concerned that Mr. Booth was
- 20 marketing the radio stations. He was very eager to sell not
- 21 only that station but I think he had some stations in
- 22 Michigan that he was in the same situation, and John was
- very concerned that someone else that -- who might come in
- and do a deal with John Booth, and disrupt what he really
- 25 believed in in this joint sales agreement. And obviously it

- 1 would have affect his radio station, his very small stand-
- 2 alone radio station. So I think that's -- you know, that
- 3 type of thing was discussed.
- Q Did you end up sending a letter to Mr. Booth at
- 5 about this time and indicate your interest?
- 6 A I did.
- 7 Q Would you turn to Volume 2 of the Mass Media
- 8 Bureau exhibits? I think that's within your grasp.
- 9 JUDGE CHACHKIN: What exhibit number?
- 10 MR. HALL: Fifteen, Your Honor, Mass Media Bureau
- 11 Exhibit 15.
- 12 BY MR. HALL:
- 13 Q Do you have Mass Media Bureau Exhibit 15, Mr.
- 14 Hicks?
  - 15 A I do.
  - 16 Q Let's make sure we're on the same page.
  - 17 Can you tell us what your Exhibit 15 says, what it
  - 18 is?
  - 19 A This is a copy of an original letter drafted by
  - 20 myself that I sent to Mr. Booth.
  - 21 Q I notice the letter is not signed. Do you
  - remember if you actually sent a copy to Mr. Booth?
  - 23 A Yes, I do.
  - Q Look at the first paragraph of the document, Mr.
- ^ 25 Hicks.

- 1 A Yes.
- 2 Q Let me ask you a general question. Who drafted
- 3 this letter?
- 4 A I did.
- 5 O Is the first paragraph of the document, is that
- 6 accurate? Did you have an interest in WRBR?
- 7 A This confirmed that I did have an interest, that's
- 8 correct.
- 9 Q Did you have anything more than an interest at
- 10 that point?
- 11 A I had nothing more than an interest.
- 12 0 Look at the third paragraph, the one beginning,
- "My intentions..." Is that yourself?
- 14 A Yes.
  - 15 Q What does that paragraph discuss?
  - 16 A It discusses forming a Sub S corporation with the
  - 17 children of Mr. Dille. It's more or less telling him how
  - 18 this would be structured.
  - 19 Q Would you read the next paragraph to yourself, Mr.
  - 20 Hicks?
  - 21 A Yes.
  - 22 Q There is a reference in the first line of that
  - 23 paragraph to a selling agreement. Is that the joint sales
  - 24 agreement you have been referring to?
- 25 A That would be my interpretation of the joint sales

- 1 agreement, that's right.
- 2 Q In the last sentence of the paragraph you were
- 3 indicating your desire to see the JSA continue?
- 4 A Yes.
- 5 Q In the last paragraph you request if your interest
- is acceptable to Mr. Booth, that other documents, contracts
- 7 and other agreements specifically be forwarded to you.
- B Do you recall whether or not eventually you got
- 9 anything from Mr. Booth or any of his representatives?
- 10 A I really -- I don't remember how soon I received
- or what I received. I think Mr. Ritter got back into the
- 12 picture at that time because he was, I think, the agent for
- 13 Mr. Booth. I think we had some conversation, but I don't
- 14 recall the details of that.
- 15 Q At this point, on September 2nd, had you seen any
- of the what I'll call the deal documents relating to Mr.
- 17 Dille's negotiations with Mr. Booth?
- 18 A No, I had not.
- 19 Q Had you seen the joint sales agreement itself
- apart from Mr. Dille's sketch of how it worked?
- 21 A No.
- Q Had you seen any documents concerning WRBR at this
- 23 point?
- 24 A No.
- Q Other than what Mr. Ritter had sent you